CORRECTED FISCAL NOTE

SB 1058 - HB 1248

February 26, 2007

SUMMARY OF BILL: Requires County Mayors/Executives to make at least 5% more than any county elected official. Requires the County Mayor/Executive to devote full time to the position.

ESTIMATED FISCAL IMPACT:

On February 23, 2007 we issued a fiscal note on this bill. In the assumptions portion of the note a reference was made to Public Chapter 223 of 2005 that authorized increases in the salaries of some General Sessions Judges beginning in 2006. The correct public chapter reference is Public Chapter 957 of 2006. This corrected version reflects that change. The fiscal impact to local governments is unchanged from the original bill.

(Corrected)
Increase Local Govt. Expenditures – Exceeds \$2,500,000*

Assumptions:

- An average increase in expenditures of \$20,000 for each of 95 counties due to direct cost of salary increases.
- An additional average benefit cost of \$4,000 for each of 95 counties. 95 X (\$20,000 +\$4,000) X 1.1 = \$2,508,000
- Public Chapter 957 of 2006 authorized increases in the salaries of some General Sessions Judges beginning in 2006. Data concerning the amount of all of these increases is not yet available. Therefore, an additional 10% increase in pay for General Sessions Judges has been assumed which would increase the pay of county mayors/executives above the average shown above.

*Article II, Section 24 of the Tennessee Constitution provides that: no law of general application shall impose increased expenditure requirements on cities or counties unless the General Assembly shall provide that the state share in the cost.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director